

**RESERVE METROPOLITAN DISTRICT 2
BOARD OF DIRECTORS MEETING
Thursday, October 20, 2022 11 AM MDT
318 ELK AVENUE, CRESTED BUTTE, COLORADO 81224**

In Attendance For The Board:

John Flanigan – via telephone
Geoff Blaisdell – via telephone
Brian Pugh – via telephone

Also In Attendance:

Doug Piersel (via telephone)
Joe Robinson, Toad Property Management

John Flanigan called the meeting to order at 11:04 am, confirmed a quorum and said no members of the public had chosen to participate in the meeting. John explained there were no additions to the agenda. Joe Robinson confirmed notice of the meeting had been posted on the website on October 18, 2022.

Brian Pugh made a motion to approve the minutes of the September 15, 2022 meeting. Geoff Blaisdell seconded the motion and it was unanimously approved.

John Flanigan said he had spoken with Lacy Construction about the guardrail repairs. Lacy Construction had encountered problems sourcing the guardrail. Geoff Blaisdell said he had spoken to a manufacturer and production of the guardrail would take approximately one week. Geoff said he had shared the information with Lacy Construction. John Flanigan said Lacy Construction had expressed a willingness to share in the cost but no specific amount had been determined. Geoff Blaisdell agreed to follow up with Lacy Construction to order the product as soon as possible as there was a safety concern and winter was approaching.

Joe Robinson said Toad Property Management and Bradley Wiggington had performed some weed mitigation work. Bradley Wiggington, a local weed expert, had confirmed some additional Fall work could be completed but no date for the work had been confirmed. Concern was expressed about ownership/responsibility for the one-acre area of noxious weeds. After discussion it was agreed to proceed with the work as the weeds were spreading quickly. John Flanigan said RMD1 could be approached to share in the cost of weed mitigation, if not close to the edge of the Prospect roads, or individual owners could be billed for the work.

Geoff Blaisdell said a speed limit sign between Ptarmigan Court and Porcupine Court needed to be put back in place. Joe Robinson agreed to follow up. John Flanigan confirmed payment to reimburse for road sign expenses had just been received as part of a Colorado Special District Safety Grant program.

John Flanigan said the public Budget meeting would be on November 17th and Doug Piersal agreed to post notice of the meeting in the local newspaper.

John Flanigan said he had reviewed the RMD2 bank and bond accounts and worked with Steve Thompson. John said approximately \$850,000 was invested with Colorado Trust with an interest rate of 3.02% at the start of the year. The interest rate now would be much higher with a 3-year Treasury Bond, generating approximately \$13,000 additional funds for RMD2 but limited liquidity. Changes to the savings account funds could also generate \$30,000 to \$40,000 additional funds. Brian Pugh said the reserve funds could only be used for limited uses and the lack of liquidity would be less of a concern. John Flanigan suggested establishing an Investment Policy with a designated Treasurer. Brian Pugh said in his opinion risk was limited with US Treasury Bonds. It was generally agreed the sums invested with Colorado Trust and Bank of the West exceeded the FDIC protections and the safety of the funds was not guaranteed and produced a lower interest rate. Doug Piersal agreed having a written Investment Policy in place prior to moving funds into Treasury Bonds would be the best approach. John Flanigan said he had found some Investment policies on line for municipalities and thought a Policy could be in place by the next meeting. John agreed to research and draft an Investment Policy and email it to the Board for consideration prior to the next meeting. Brian Pugh said Steve Thompson was researching if he could operate as an Investment Advisor for RMD2.

John Flanigan said the initial PUD with the Planning Commission had been approved for Upper Prospect subject to some additional work. No approach had been made yet for that development to contribute to the upkeep/maintenance of the roads. No update was available on the North Village. Confirmation of a ski easement at the bottom of Goldlink had not yet been identified and research would continue. Other ski easements within Prospect had been identified.

At 11:47 a.m. Brian Pugh made a motion to adjourn the meeting. John Flanigan seconded the motion and it was unanimously approved.

Rob Harper, Toad Property Management